DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, M/S S3-14-28 Baltimore, MD 21244-1850



Center for Medicaid and CHIP Services (CMCS)

MAY 0 3 2013

Douglas A. Racine, Secretary Vermont Agency of Human Services 208 Hurricane Lane, Suite 103 Williston, Vermont 05495

RE: Vermont 11-019

Dear Mr. Racine:

We have reviewed the proposed amendment to Attachments 4.19-A and 4.19-B of your Medicaid State plan submitted under transmittal number (TN) 11-019. This amendment implements supplemental payment provisions to teaching hospitals for direct graduate medical education (DGME) and indirect medical education (IME). In addition, it provides supplemental payments to physicians employed by teaching hospitals.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a)(2), 1902(a)(13), 1902(a)(30) 1903(a), and 1923 of the Social Security Act and the implementing Federal regulations at 42 CFR 447 Subpart C. The Medicaid State plan amendment 11-019 is approved effective July 1, 2011. We are enclosing the CMS-179 and the amended plan pages.

If you have any questions, please call Novena James-Hailey at (617) 565-1291 or Robert Cruz at (617) 565-1257.

Sincerely,

/s/

Čindy Mann Director